

## General Assembly

## Raised Bill No. 5642

February Session, 2006

LCO No. 2588

°02588

Referred to Committee on Human Services

Introduced by: (HS)

## AN ACT CONCERNING PROGRAMS ADMINISTERED BY THE DEPARTMENT OF SOCIAL SERVICES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 17b-80 of the general statutes is repealed and the 2 following is substituted in lieu thereof (*Effective July 1, 2006*):
- 3 (a) The commissioner, upon receipt of an application for aid, shall 4 promptly and with due diligence make an investigation, such 5 investigation to be completed within forty-five days after receipt of the application or within sixty days after receipt of the application in the 6 7 case of an application in which a determination of disability must be 8 made. If an application for an award is not acted on within forty-five days after the filing of an application, or within sixty days in the case 10 of an application in which a determination of disability must be made, 11 the applicant may apply to the commissioner for a hearing in 12 accordance with sections 17b-60 and 17b-61. The commissioner shall 13 grant aid only if [he] the commissioner finds the applicant eligible 14 therefor, in which case [he] the commissioner shall grant aid in such amount, determined in accordance with levels of payments established 16 by the commissioner, as is needed in order to enable the applicant to

support himself, or, in the case of temporary family assistance, to 17 18 enable the relative to support such dependent child or children and 19 himself, in health and decency, including the costs of such medical 20 care as [he] the commissioner deems necessary and reasonable, not in 21 excess of the amounts set forth in the various fee schedules 22 promulgated by the [Commissioner of Social Services] commissioner 23 for medical, dental and allied services and supplies or the charges 24 made for comparable services and supplies to the general public, 25 whichever is less, and the cost of necessary hospitalization as is 26 provided in section 17b-239, as amended, over and above hospital 27 insurance or other such benefits, including workers' compensation and 28 claims for negligent or wilful injury. The commissioner, subject to the 29 provisions of subsection (b) of this section, shall in determining need, 30 take into consideration any available income and resources of the 31 individual claiming assistance. The commissioner shall make periodic 32 investigations to determine eligibility and may, at any time, modify, 33 suspend or discontinue an award previously made when such action is 34 necessary to carry out the provisions of the state supplement program, 35 medical assistance program, temporary family assistance program, 36 state-administered general assistance program or food stamps 37 program. The parent or parents of any child for whom aid is received 38 under the temporary family assistance program and any beneficiary 39 receiving assistance under the state supplement program shall be 40 conclusively presumed to have accepted the provisions of sections 17b-41 93, as amended, 17b-94 and 17b-95.

- 42 (b) (1) The commissioner, in making a determination for initial or 43 continued eligibility for any program operated or administered by the 44 Department of Social Services, shall, to the extent permitted by federal 45 law, exclude as income to a program applicant or program beneficiary, 46 any sums received by such person that are attributable to payments 47 from the Department of Children and Families pursuant to section 17a-48 90 or 17a-126 of the 2006 supplement to the general statutes.
- 49 (2) The commissioner, in making a determination for initial or

- 50 continued eligibility for any program operated or administered by the
- 51 department, shall exclude as income to a program applicant or
- 52 beneficiary who receives a relative caregiver subsidy payment
- 53 pursuant to section 17a-126 of the 2006 supplement to the general
- 54 statutes, any earned income attributable to the child for whom the
- 55 <u>subsidy payment is made.</u>
- 56 [(b)] (3) The commissioner shall disregard any earned income of a
- 57 child who is a student in determining the eligibility, standard of need
- and amount of assistance of a family in the [TFA] temporary family
- 59 <u>assistance</u> program.
- 60 (c) No person shall be eligible for the state supplement program
- 61 whose assets as defined by the commissioner exceed sixteen hundred
- 62 dollars or, if living with a spouse, whose combined assets exceed
- 63 twenty-four hundred dollars.
- Sec. 2. (NEW) (Effective July 1, 2006) (a) As used in this section,
- 65 "hospital" means an establishment for the lodging, care and treatment
- of persons suffering from disease or other abnormal physical or mental
- 67 conditions and includes inpatient psychiatric services in general
- 68 hospitals; and "indigent person" means any person who is eligible for
- or who is receiving medical assistance benefits from the state, pursuant
- to section 17b-261 of the 2006 supplement to the general statutes.
- 71 (b) A hospital which receives payment from the state for rendering
- 72 care to indigent persons shall ensure that any physicians group
- 73 affiliated with such hospital does not discriminate on the basis of
- 74 source of payment against indigent persons who seek medical
- 75 treatment from such affiliated physicians group.
- 76 (c) Upon the receipt of a complaint concerning a violation of this
- 77 section, the Department of Social Services shall conduct an
- 78 investigation into such complaint.
- 79 (d) The Department of Social Services may decrease the

- disproportionate share payment to any hospital with an affiliated physicians group found to have violated the provisions of this section.
  - (e) Prior to imposing any sanction, the Department of Social Services shall notify the hospital of the alleged violation and shall permit such facility to request an administrative hearing, in accordance with sections 4-176e to 4-181a, inclusive, of the general statutes. A hospital shall request such hearing not later than fifteen days after the date of receipt of the notice of alleged violation from the department.
- (f) The Commissioner of Social Services shall adopt regulations, in accordance with the provisions of chapter 54 of the general statutes, to carry out the provisions of this section.
- 91 Sec. 3. (NEW) (Effective July 1, 2006) For the fiscal year ending June 92 30, 2007, and each fiscal year thereafter, the Secretary of the Office of 93 Policy and Management shall increase the compensation rate paid to 94 private providers under contract with the state to provide services 95 related to health and hospitals, human services, education and 96 correction by an amount equal to the annual average increase paid to 97 state employees providing the same or similar services during the 98 previous biennium, as determined by the Secretary of the Office of 99 Policy and Management.
- Sec. 4. Section 17b-255 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1, 2006*):
  - (a) There is established, in the Department of Social Services, a program to provide insurance assistance for [people with AIDS] persons with acquired immunodeficiency syndrome or human immunodeficiency virus. Under the program the state shall pay insurance premiums for persons [with AIDS-related disease] with acquired immunodeficiency syndrome or human immunodeficiency virus who, without such assistance, would be unable to obtain health insurance coverage through an employer. [To qualify for assistance a person shall have a family income less than two hundred per cent of

82

83

84

85

86

87

102

103

104

105

106

107

108

109

111 the federal poverty level, shall have less than ten thousand dollars in 112 cash assets and shall have health insurance which may be continued 113 upon termination of employment of the applicant, the applicant's 114 spouse or the applicant's parent.] Assistance shall be available to an 115 applicant: (1) With income below four hundred per cent of the federal poverty level, and (2) who has health insurance that may be continued 116 117 upon the termination of employment of the applicant, the applicant's 118 spouse or the applicant's parent. Insurance premiums and medical 119 expenses for which the applicant has no coverage, which are incurred 120 in the month of application, shall be deducted from gross income for 121 the purpose of determining income eligibility for the program. 122 Eligibility shall be periodically redetermined and any uncovered 123 medical expenses incurred in the month of redetermination shall be 124 deducted from gross income in determining continued eligibility for 125 the program. An applicant for assistance shall document the risk of 126 losing health insurance and submit a physician's statement that the 127 applicant has [an AIDS-related disease] acquired immunodeficiency 128 syndrome or human immunodeficiency virus.

- (b) The Commissioner of Social Services shall adopt regulations, in accordance with chapter 54, to implement the provisions of this section, which shall include the establishment of (1) higher income eligibility limits for applicants with dependents; (2) an application process for the program, including application forms; and (3) a procedure by which the insurance premiums of participants in the program shall be paid.
- (c) Except as otherwise specified in this section, the insurance assistance for [people with AIDS] persons with acquired immunodeficiency syndrome or human immunodeficiency virus program shall be operated in a manner consistent with the Medicaid program.
- 141 (d) The Department of Social Services shall investigate the 142 purchasing of a managed care insurance program in lieu of the

129

130

131

132

133

134

issuance of individual policies.

144 Sec. 5. (NEW) (Effective July 1, 2006) The Commissioner of Social 145 Services shall, within available appropriations, establish and operate a 146 pilot program that will allow not more than seventy-five persons with 147 income that exceeds three hundred per cent of the federal 148 supplemental security income limit who reside in a residential care 149 home, but are at risk for being displaced from such home because of 150 income which exceeds threshold limits or are making application for 151 residence at a residential care home to reside in such home. The 152 commissioner shall ensure that the annual per recipient cost to the 153 state for participation in the pilot program shall not exceed the annual 154 per recipient cost to the state for placement of the same individuals in 155 nursing home facilities under the Medicaid program. Cost savings 156 realized by the state through implementation of the pilot program 157 shall be used to provide healthcare coverage, including prescription 158 drug coverage to pilot program participants. Not later than January 1, 159 2008, the Commissioner of Social Services shall report, in accordance 160 with section 11-4a of the general statutes, to the select committee of the 161 General Assembly having cognizance of matters relating to aging and 162 to the joint standing committees of the General Assembly having 163 cognizance of matters relating to human services, appropriations and 164 the budgets of state agencies on such pilot program.

Sec. 6. (*Effective July 1, 2006*) The sum of \_\_\_\_\_ dollars is appropriated to the Office of Policy and Management, from the General Fund, for the fiscal year ending June 30, 2007, to provide an increase in the compensation rate paid by the state to private providers under contract with the state to provide services related to health and hospitals, human services, education and correction.

Sec. 7. (Effective July 1, 2006) The sum of \_\_\_\_\_ dollars is appropriated to the Department of Social Services, from the General Fund, for the fiscal year ending June 30, 2007, to transform the department's current Medicaid customer service center into a centralized call center that will

165

166

167168

169

170

171

172

173

better service the needs of Medicaid beneficiaries.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	July 1, 2006	17b-80
Sec. 2	July 1, 2006	New section
Sec. 3	July 1, 2006	New section
Sec. 4	July 1, 2006	17b-255
Sec. 5	July 1, 2006	New section
Sec. 6	July 1, 2006	New section
Sec. 7	July 1, 2006	New section

## Statement of Purpose:

To: (1) Revise income eligibility procedures used by the Department of Social Services in program eligibility determinations, (2) prohibit affiliated with physicians groups hospitals that receive disproportionate share payments from discriminating against persons on the basis of source of payment, (3) increase payment rates to private providers contracting with the state for the provision of human services, (4) expand the availability of state insurance payments on behalf of persons with acquired immunodeficiency syndrome or human immunodeficiency virus, (5) establish a residential care home pilot program for persons with income that exceeds three hundred per cent of the federal supplemental security income limit, and (6) provide appropriations to the Department of Social Services for the establishment of a dedicated call center for Medicaid recipients.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]